

House Amendment 1162

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1 1 Amend House File 656 as follows:
1 2 #1. Page 49, by inserting before line 3 the
1 3 following:
1 4 <DIVISION ____
1 5 STUDENT LOANS
1 6 Sec. ____ Section 422.7, Code 2009, is amended by
1 7 adding the following new subsection:
1 8 NEW SUBSECTION. 42A. a. Subtract, to the extent
1 9 not otherwise deducted, the amount of principal paid
1 10 and the amount of interest paid on a student loan if
1 11 the taxpayer has graduated during the calendar year
1 12 from an accredited two-year or four-year college or
1 13 university and is employed full-time in the state at
1 14 the end of the tax year.
1 15 b. The deduction pursuant to this subsection is
1 16 available beginning with the tax year in which the
1 17 taxpayer graduated or the following year, as elected
1 18 by the taxpayer, and for the ensuing four tax years.
1 19 c. The amount of principal deducted pursuant to
1 20 paragraph "a" shall not exceed the following amounts:
1 21 (1) For single persons and married persons filing
1 22 separately with adjusted gross income of seventy-five
1 23 thousand dollars or less, two thousand five hundred
1 24 dollars.
1 25 (2) For single persons and married persons filing
1 26 separately with adjusted gross income of more than
1 27 seventy-five thousand dollars but less than
1 28 ninety-five thousand dollars, one thousand five
1 29 hundred dollars.
1 30 (3) For single persons and married persons filing
1 31 separately with adjusted gross income of ninety-five
1 32 thousand dollars or more, zero dollars.
1 33 (4) For married persons filing jointly, heads of
1 34 household, and surviving spouses with adjusted gross
1 35 income of one hundred fifty-five thousand dollars or
1 36 less, five thousand dollars.
1 37 (5) For married persons filing jointly, heads of
1 38 household, and surviving spouses with adjusted gross
1 39 income of more than one hundred fifty-five thousand
1 40 dollars but less than two hundred thousand dollars,
1 41 three thousand dollars.
1 42 (6) For married persons filing jointly, heads of
1 43 household, and surviving spouses with adjusted gross
1 44 income of two hundred thousand dollars or more, zero
1 45 dollars.
1 46 d. The amount of interest deducted pursuant to
1 47 paragraph "a" shall not exceed the following amounts:
1 48 (1) For single persons and married persons filing
1 49 separately with adjusted gross income of seventy-five
1 50 thousand dollars or less, five thousand dollars.
2 1 (2) For single persons and married persons filing
2 2 separately with adjusted gross income of more than
2 3 seventy-five thousand dollars but less than
2 4 ninety-five thousand dollars, three thousand dollars.
2 5 (3) For single persons and married persons filing
2 6 separately with adjusted gross income of ninety-five
2 7 thousand dollars or more, zero dollars.
2 8 (4) For married persons filing jointly, heads of
2 9 household, and surviving spouses with adjusted gross
2 10 income of one hundred fifty-five thousand dollars or
2 11 less, ten thousand dollars.
2 12 (5) For married persons filing jointly, heads of
2 13 household, and surviving spouses with adjusted gross
2 14 income of more than one hundred fifty-five thousand
2 15 dollars but less than two hundred thousand dollars,
2 16 six thousand dollars.
2 17 (6) For married persons filing jointly, heads of
2 18 household, and surviving spouses with adjusted gross
2 19 income of two hundred thousand dollars or more, zero
2 20 dollars.
2 21 Sec. ____ RETROACTIVE APPLICABILITY DATE. This
2 22 division of this Act applies retroactively to January
2 23 1, 2009, for tax years beginning on or after that
2 24 date.>

2 25 #2. Title page, line 5, by inserting after the
2 26 word <program> the following: <, and to an exclusion
2 27 from the computation of net income for the interest
2 28 and principal on certain student loans and including a
2 29 retroactive applicability date provision>.
2 30 #3. By renumbering as necessary.
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2 34 COWNIE of Polk
2 35 HF 656.303 83
2 36 tw/rj/22564